



September 20, 2018

Mr. Scott Catlett, Finance Director  
City of Yorba Linda  
4845 Casa Loma Avenue  
Yorba Linda, CA 92885

Dear Mr. Catlett:

Subject: Last and Final Recognized Obligation Payment Schedule

Pursuant to Health and Safety Code (HSC) section 34191.6 (b), the City of Yorba Linda Successor Agency (Agency) submitted a Last and Final Recognized Obligation Payment Schedule (Last and Final ROPS) to the California Department of Finance (Finance) on June 12, 2018. Finance has completed its review of the Agency's Last and Final ROPS.

HSC section 34191.6 (c) authorizes Finance to make amendments or changes to the Last and Final ROPS if the changes are agreed to in writing by the Agency. The Agency has agreed in writing to the following changes made by Finance to the Agency's Last and Final ROPS:

Item No. 6 – Trustee Fees. Total claimed trustee fees in the amount of \$202,500 has been adjusted by \$97,500 to \$105,000. Invoices provided by the Agency did not support the original amount requested. Therefore, with the Agency's concurrence, Finance adjusted the Trustee Fees for the entire Last and Final ROPS to \$105,000. Adjustments specific to each ROPS period are reflected in the approved Last and Final ROPS.

Finance is approving the Agency's Last and Final ROPS with the above amendments and changes.

The Agency's maximum approved RPTTF distribution for the Last and Final ROPS is \$58,680,210 as summarized in the Approved Last and Final ROPS RPTTF Distribution table on the next page:

Approved Last and Final ROPS RPTTF Distributions							
ROPS Period	A Periods			B Periods			Annual Total
	RPTTF	Admin RPTTF	A Period Total	RPTTF	Admin RPTTF	B Period Total	
Total requested	11,496,796	0	11,496,796	47,280,914	0	47,280,914	\$58,777,710
Total adjustments	0	0	0	(97,500)	0	(97,500)	(97,500)
<b>Total RPTTF approved for distribution</b>							
ROPS 19-20	2,231,671	0	2,231,671	3,722,698	0	3,722,698	5,954,369
ROPS 20-21	2,658,493	0	2,658,493	3,725,392	0	3,725,392	6,383,885
ROPS 21-22	1,155,444	0	1,155,444	3,719,292	0	3,719,292	4,874,736
ROPS 22-23	558,666	0	558,666	3,740,436	0	3,740,436	4,299,102
ROPS 23-24	554,560	0	554,560	4,214,810	0	4,214,810	4,769,370
ROPS 24-25	632,310	0	632,310	4,209,473	0	4,209,473	4,841,783
ROPS 25-26	676,973	0	676,973	4,203,448	0	4,203,448	4,880,421
ROPS 26-27	680,948	0	680,948	4,196,748	0	4,196,748	4,877,696
ROPS 27-28	674,248	0	674,248	4,190,048	0	4,190,048	4,864,296
ROPS 28-29	682,548	0	682,548	3,644,170	0	3,644,170	4,326,718
ROPS 29-30	203,500	0	203,500	2,580,332	0	2,580,332	2,783,832
ROPS 30-31	205,700	0	205,700	2,565,532	0	2,565,532	2,771,232
ROPS 31-32	207,800	0	207,800	2,471,035	0	2,471,035	2,678,835
ROPS 32-33	373,935	0	373,935	0	0	0	373,935
<b>Total approved RPTTF</b>	<b>11,496,796</b>	<b>0</b>	<b>11,496,796</b>	<b>47,183,414</b>	<b>0</b>	<b>47,183,414</b>	<b>\$ 58,680,210</b>

Please refer to the approved Last and Final ROPS schedule used to calculate the total RPTTF approved for distribution:

<http://www.dof.ca.gov/redevelopment/ROPS>

Any agreed upon amendments or changes are reflected in the approved Last and Final ROPS posted on the above website.

As a result of obtaining an approved Last and Final ROPS, the Agency may transfer up to 25 percent of bond proceeds to the City pursuant to HSC section 34191.4 (c) (4). Therefore, Finance approves \$3,493,272 in 2011 bond proceeds for transfer to the City.

This is Finance's determination related to the enforceable obligations reported on the Last and Final ROPS. HSC section 34191.6 (c) (2) allows agencies to submit no more than two requests to amend the approved Last and Final ROPS.

ROPS distributions will occur twice annually, one distribution for the July 1 through December 31 (ROPS A period) and one distribution for the January 1 through June 30 (ROPS B period). The Agency will receive RPTTF distributions up to the maximum approved amount on the Last and Final ROPS.

The Agency shall not expend more than the amount approved for each enforceable obligation listed and approved on the Last and Final ROPS. All unspent RPTTF received for enforceable obligations by the Agency should be retained for distribution to the affected taxing entities pursuant to HSC section 34191.6 (d) (2) (G). Further, any revenues, interest, and earnings of the Agency not authorized for use pursuant to the approved Last and Final ROPS shall be remitted to the County Auditor-Controller (CAC) pursuant to HSC section 34191.6 (c) (3).

Pursuant to HSC section 34187 (e), once an agency has retired or paid off all enforceable obligations and all real property has been disposed of, the agency is required to dispose of all remaining assets and remit any proceeds to the CAC for distribution to the affected taxing entities.

The amount available from the RPTTF is the same as the amount of property tax increment available prior to the enactment of redevelopment dissolution law. Therefore, as a practical matter, the ability to fund the items on the Last and Final ROPS with property tax is limited to the amount of funding available to the Agency in the RPTTF. However, HSC section 34191.6 (c) (5) provides mechanisms for the Agency to pay enforceable obligations if insufficient RPTTF is available on an approved Last and Final ROPS.

HSC section 34187 (b) defines the process of final dissolution of the Agency. When all enforceable obligations have been retired or paid off, all real property has been disposed of, and all outstanding litigation has been resolved, the Agency shall, within 30 days of meeting these conditions, submit to the Countywide Oversight Board (OB) a request to formally dissolve. The OB shall approve the request within 30 days and submit the request to Finance's review.

Pursuant to HSC section 34191.6 (c), Last and Final ROPS approved less than 15 days before the date of the RPTTF distribution shall not be effective until the subsequent RPTTF distribution period; therefore, if an agency receives a Last and Final ROPS approval after this cutoff date, the most recent annual ROPS 18-19 approval would remain effective through June 30, 2019.

Please direct inquiries to Nichelle Jackson, Supervisor, or Alexander Watt, Lead Analyst, at (916) 322-2985.

Sincerely,



ERIKA LI  
Program Budget Manager

cc: Ms. Sophia Leung, Financial Services Manager, City of Yorba Linda  
Mr. Israel Guevara, Property Tax Manager, Orange County